

February 27, 2013

Dear Jose Ignacio Espinosa:

I am writing to discuss the contract we signed on March 11, 2011 for your exclusive territory of Ecuador. You are in breach of this contract for the following reason: Schedule B- Payment Schedule of the contract states “The licensee understands that this agreement is for 12 months, and on agreements 12 month anniversary $4,000 will be owed again to remain an active exclusive distributor.” The licensee failed to pay $4,000. As of February 27, 2013 you are in breach of this contract.

This is written notice that the rights of exclusive territory of Ecuador has been officially terminated and will be opened up to the public as of March 1, 2013.

Sincerely,

Hotels Etc.